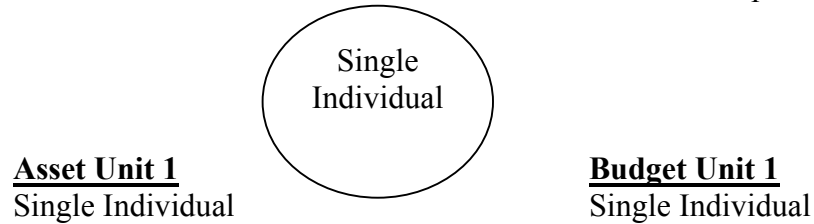


SINGLE INDIVIDUALS

Example 1: Single aged, blind or disabled Individual. Income consists of Social Security Benefits of \$449.00. The individual has a Medicare Premium of \$50.00 per month.



Example 1 Budget Calculation for Medicare Savings Program

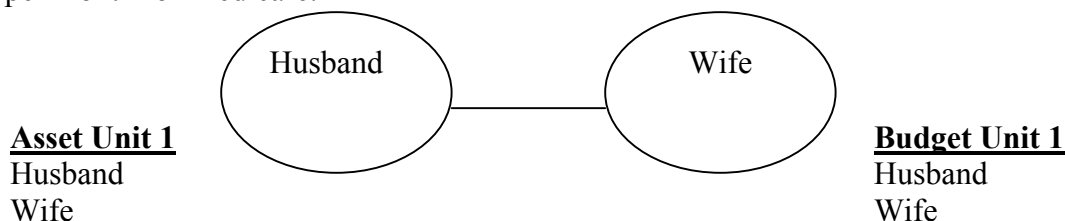
INCOME/EXPENSE TITLE	INDIVIDUAL
Gross Earned Income (Regular and Self-Employment)	0.00
Minus greater of \$90 or total of actual FWH/SWH/FICA	- N/A
Minus Union Dues Withheld or Self-Paid	- N/A
Minus Mandatory Retirement	- N/A
Employment (Work/Training) Allowance	- N/A
Equals Net Earned Income	= 0.00
Plus Countable Unearned Income	+ 449.00
Minus \$20.00 Disregard	- 20.00
Equals Countable Earned and Unearned Income	= 429.00
Minus Guardianship Fees	- 0.00
Minus Child Care Expenses	- 0.00
Minus Dependent Payments	- 0.00
Minus Adult Dependent Care	- 0.00
Equals Adjusted Net Income	= 429.00
Minus Poverty Level	- 749.00
Minus Deemed Away amount	- 0.00
Equals Excess Income	= 0.00
Plus Veterans Aid and Attendance or Medical Care Payments	+ 0.00
Equals Recipient Liability	= 0.00

Note

- This individual is eligible for QMB Coverage (based on 100% of Poverty Level (PL)).
- This calculation is used for all Medicare Savings Programs.
 - QMB eligibility will exist if adjusted net income is less than 100% of the PL.
 - SLMB eligibility will exist if adjusted net income is over 100% but less than or equal to 120% of PL.
 - QI-1 eligibility will exist if adjusted net income is over 120 % but less than or equal to 135% of PL.
 - QI-2 eligibility will exist if adjusted net income is over 135% but less than or equal to 175% of PL.

MARRIED INDIVIDUALS

Example 2: Married couple where husband is aged, blind or disabled. Income consists of Social Security benefits of \$595.00 for the Husband, and Wife is employed earning \$430.00 gross. Husband pays \$50.00 per month for Medicare.



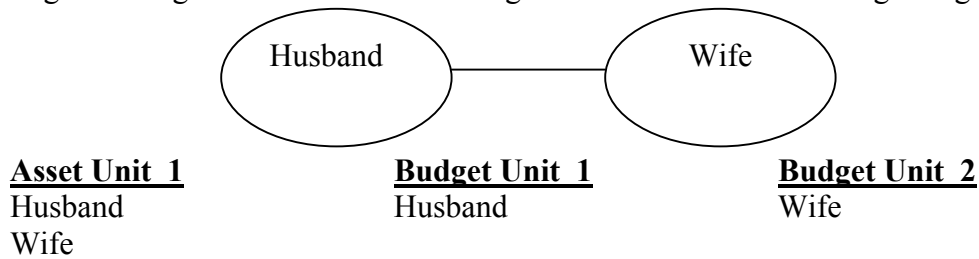
Example 2 Budget Calculation for Medicare Savings Program

INCOME/EXPENSE TITLE	HUSBAND	WIFE (RI)
Gross Earned Income (Regular and Self-Employment)	0.00	430.00
Minus greater of \$90 or total of actual FWH/SWH/FICA	- 0.00	- 90.00
Minus Union Dues Withheld or Self-Paid	- 0.00	- 0.00
Minus Mandatory Retirement	- 0.00	- 0.00
Employment (Work/Training) Allowance	- 0.00	- 30.00
Equals Net Earned Income	= 0.00	= 310.00
Plus Countable Unearned Income	+ 595.00	+ 0.00
Minus \$20.00 Disregard	- 20.00	- 0.00
Equals Countable Earned and Unearned Income	= 575.00	= 310.00
Minus Guardianship Fees	- 0.00	- 0.00
Minus Child Care Expenses	- 0.00	- 0.00
Minus Dependent Payments	- 0.00	- 0.00
Minus Adult Dependent Care	- 0.00	- 0.00
Equals Adjusted Net Income	= 575.00	= 310.00
Equals Combined Net Income Amount	=	885.00
Minus Poverty Level	-	1011.00
Minus Deemed Away amount	-	0.00
Equals Excess Income	=	0.00
Plus Veterans Aid and Attendance or Medical Care Payments	+	0.00
Equals Recipient Liability	=	0.00

Note

- The husband is eligible for QMB Coverage.
 - This calculation is used for all Medicare Savings Programs.
 - QMB eligibility will exist if adjusted net income is less than 100% of the PL.
 - SLMB eligibility will exist if adjusted net income is over 100% but less than or equal to 120% of PL.
 - QI-1 eligibility will exist if adjusted net income is over 120 % but less than or equal to 135% of PL.
 - QI-2 eligibility will exist if adjusted net income is over 135% but less than or equal to 175% of PL.

Example 3: Case consists of a married couple both aged, blind or disabled Individual. Husband is in Long Term Care. Income consists of Social Security benefits of \$570.00 for the Husband and \$339.00 for the Wife. Each has a Medicare Premium of \$50.00 per month. Husband wants Medicaid and Medicare Savings Coverage and Wife wants coverage under the Medicare Savings Program.



Example 3 Budget Calculation for Medicare Savings Program for Husband (Budget Unit 1)

INCOME/EXPENSE TITLE	INDIVIDUAL	
Gross Earned Income (Regular and Self-Employment)		0.00
Minus greater of \$90 or total of actual FWH/SWH/FICA	-	N/A
Minus Union Dues Withheld or Self-Paid	-	N/A
Minus Mandatory Retirement	-	N/A
Employment (Work/Training) Allowance	-	N/A
Equals Net Earned Income	=	0.00
Plus Countable Unearned Income (Includes Deemed income)	+	570.00
Minus \$20.00 Disregard		20.00
Equals Countable Earned and Unearned Income	=	550.00
Minus Guardianship Fees	-	0.00
Minus Child Care Expenses	-	0.00
Minus Dependent Payments	-	0.00
Minus Adult Dependent Care	-	0.00
Equals Adjusted Net Income	=	550.00
Minus Poverty Level	-	749.00 (100% of PL)
Minus Deemed Away amount	-	0.00
Equals Excess Income	=	0.00
Plus Veterans Aid and Attendance or Medical Care Payments	+	0.00
Equals Recipient Liability	=	0.00

Note

- The husband is eligible for QMB Coverage.
 - This calculation is used for all Medicare Savings Programs.
 - QMB eligibility will exist if adjusted net income is less than 100% of the PL.
 - SLMB eligibility will exist if adjusted net income is over 100% but less than or equal to 120% of PL.
 - QI-1 eligibility will exist if adjusted net income is over 120 % but less than or equal to 135% of PL.
 - QI-2 eligibility will exist if adjusted net income is over 135% but less than or equal to 175% of PL.

Example 3 Budget Calculation for Long Term Care Medicaid for Husband (Budget Unit 1)

INCOME/EXPENSE TITLE	INDIVIDUAL
Gross Regular Earned Income	0.00
Minus Mandatory Deductions (Soc Sec/Medicare)	- 0.00
Plus Self-Employment Income	+ 0.00
Equals Net Earned Income	= 0.00
Plus Countable Unearned Income	+ 570.00
Equals Countable Net Earned and Unearned Income	= 570.00
Minus Income Level	- 50.00
Minus Amount Deemed Away (To Community Spouse)	- 520.00
Minus Medical Expenses	- 0.00
Minus Medicare Premium	- 0.00
Minus Health Insurance Premiums	- 0.00
Minus Guardianship Fees	- 0.00
Plus Veterans Aid in Attendance and Medical Care Payments	+ 0.00
Equals Excess Income/Recipient Liability	= 0.00

Note

- The Institutionalized Spouse is eligible for Medicaid with a Recipient Liability of \$-0-.

Example 3 Budget Calculation for Medicare Savings Program for Wife (Budget Unit 2)

INCOME/EXPENSE TITLE		INDIVIDUAL
Gross Earned Income (Regular and Self-Employment)		0.00
Minus greater of \$90 or total of actual FWH/SWH/FICA	-	N/A
Minus Union Dues Withheld or Self-Paid	-	N/A
Minus Mandatory Retirement	-	N/A
Employment (Work/Training) Allowance	-	N/A
Equals Net Earned Income	=	0.00
Plus Countable Unearned Income (Includes deemed income)	+	869.00
Minus \$20.00 Disregard	-	20.00
Equals Countable Earned and Unearned Income	=	849.00
Minus Guardianship Fees	-	0.00
Minus Child Care Expenses	-	0.00
Minus Dependent Payments	-	0.00
Minus Adult Dependent Care	-	0.00
Equals Adjusted Net Income	=	849.00
Minus Poverty Level	-	899.00 (120% of PL)
Minus Deemed Away amount	-	0.00
Equals Excess Income	=	0.00
Plus Veterans Aid and Attendance or Medical Care Payments	+	0.00
Equals Recipient Liability	=	0.00

Note

- The Community Spouse is budgeted using her income plus any income deemed to her from the spouse in the nursing facility. The Community spouse is eligible for SLMB.
 - This calculation is used for all Medicare Savings Programs.
 - QMB eligibility will exist if adjusted net income is less than 100% of the PL.
 - SLMB eligibility will exist if adjusted net income is over 100% but less than or equal to 120% of PL.
 - QI-1 eligibility will exist if adjusted net income is over 120 % but less than or equal to 135% of PL.
 - QI-2 eligibility will exist if adjusted net income is over 135% but less than or equal to 175% of PL.